

AGENDA



Thursday, May 14, 2009

**Neighborhood Housing and Community Development
RECOMMENDATION FOR COUNCIL ACTION****Item No. 14**

Subject: Authorize the negotiation and execution of an amendment to the East Austin Redevelopment Area HUD 108 Loan Program Loan Agreement and associated promissory notes between the City of Austin and the Eleven East Corporation which relates to the development and construction of the Street-Jones and Snell buildings located in the 1000 block of East 11th Street and modify maturity dates, amortization schedules and replacement reserve guidelines.

Fiscal Note: There is no unanticipated fiscal impact. A fiscal note is not required.

For More Information: Margaret R. Shaw, Director, Neighborhood Housing and Community Development, 974-3184

Prior Council Action: December 12, 2002 - East Austin Redevelopment Area HUD 108 Loan Program Loan Agreement, Eleven East; Amended December 1, 2005.

This action will authorize the amendments to the East Austin Redevelopment Area HUD 108 Loan Program, the City of Austin and the Eleven East Corporation and related promissory notes. The loan assisted ARA with the costs of developing and constructing the Street-Jones and Snell Buildings located in the 1000 block of East 11th Street. The proposed amendments will extend the maturity dates of the notes and amend the loan agreement to incorporate new guidelines relating to the replacement reserve accounts. The proposed amendments will also correct errors in the amortization schedules of the two promissory notes.